

FISCAL IMPACT STATEMENT ON BILL NO. **H.3419**

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TO:	The Honorable Harry F. Cato, Chairman, House Labor, Commerce and Industry Committee		
FROM:	Office of State Budget, Budget and Control Board		
ANALYSTS:	Beth Campbell		
DATE:	February 20, 2007	SBD:	2007126

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AUTHOR:	Representative Whipper	PRIMARY CODE CITE:	34-39-150
SUBJECT:	Deferred Presentment Service		

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ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:  
See Below

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:  
Minimal (Some additional costs expected but can be absorbed)

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**BILL SUMMARY:**

House Bill 3419 would require the Board of Financial Institutions to notify the Secretary of State's Office of each deferred presentment service licensee. This Bill will also amend the qualifications for licensure, the aggregate amount that can be advanced to a customer, and the accessibility of the records of the deferred presentment service licensees.

**EXPLANATION OF IMPACT:**

Board of Financial Institutions

The Board reports this Bill may have a minimal cost to Other Funds in the initial year due to changes in qualifications for licensure. However, these additional costs can be absorbed. Future costs cannot be determined as it is unknown how this requirement will affect total licenses. The Board has reported that they currently receive 400 applications per year and anticipate there would be a drastic reduction in the number of applications upon enactment of the Bill.

Secretary of State's Office

Currently, the Office does not enroll any deferred presentment licensees. The Office anticipates it would likely need 1.00 new FTE for an Administrative Assistant at an annual cost to the General Fund of \$33,958 for salary, fringe and other operating to carry out its requirements under the Bill.

**LOCAL GOVERNMENT IMPACT:**

None.

**SPECIAL NOTES:**

None.

Approved by:



Don Addy  
Assistant Director, Office of State Budget